

Rhif Cofrestru Elusen 251232
Charity Registration No. 251232

Rhif Cofrestru'r Cwmni 00892851 (Cymru a Lloegr)
Company Registration No. 00892851 (England and Wales)

CYMDEITHAS AMAETHYDDOL FRENHINOL CYMRU CYF
ADRODDIAD BLYNYDDOL A DATGANIADAU ARIANNOL
AM Y FLWYDDYN YN DIWEDDU 31 RHAGFYR 2022

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

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THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2022

This is my first report as Chair of the Royal Welsh Agricultural Society (RWAS) Board of Directors (Board). I wish to record my thanks to my predecessor John T Davies. For over a decade he navigated the opportunities and challenging times at the helm. He and Steve Hughson have ensured a smooth handover to me and our new chief executive. Thank you both.

My first and critically important task as Chair elect was to lead a search and appoint a new Chief Executive (CE). I am confident that our selection panel, endorsed by the Board, have made a wise choice and we welcome Aled Jones back to Llanelwedd. As a professionally qualified Chartered Surveyor and Valuer from a strong rural and farming background he possesses an armoury of skills and abilities to take the Society forward to meet new opportunities. We wish Aled well and offer him our full support in the years ahead.

As a Society we mourned the loss of our Patron Her Royal Highness the Queen Elizabeth II, during the year. We also celebrate the succession of HRH King Charles III to the Throne. Both have graced us with several attendances at our premier Show over the years. We also mourn the passing of many stalwarts who have contributed to the success of the RWAS over the years.

We have recently appointed, and welcome, several new staff to key positions and look forward to their positive contribution to enhance our activities in future.

The past twelve months have been very much about returning to normality despite continuing Covid driven uncertainty in the build up to both our Smallholding and Countryside Festival and the Summer Show. This demanded skilful contingency planning. Thank you to Dr Fred Slater as Chair and Geraint James as Honorary Director of the Festival, ably supported by so many, for staging a very successful event despite the prevailing uncertainties. Our Honorary Summer Show Director Richard Price has been in waiting for three years, but at last had the opportunity, to oversee his first Summer Show, taking over this role from Harry Fetherstonhaugh. Uncertainties about availability of providers or their inability to staff functions, during an inflationary financial background, meant that Richard had to draw on all his undoubted expertise, to stage a very welcome return of the show. In addition to the total immersion during the show period itself, Richard also Chairs the Show Administration and the Planning and Development Committees. I thank Richard and his team on your behalf as members and stakeholders for undertaking this role and doing so to achieve high standards. Thank you also to you all who contributed to the undoubted success and return of our Sioe y Bobl.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

CHAIRMAN'S STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Our Winter Fair, under the skilful Chairing of Alwyn Rees and the Director William Hanks, was a sweeping success on its second post Covid staging. It is becoming the premier primestock event in the UK, drawing entries from far afield and of the highest standards. Its timing allied to the quality and variety of tradestands ensured an excellent attendance and gives us optimism to continue developing and enhancing the visitor and exhibitor experience. It is noteworthy and pleasing to record an increased number of schools and teaching staff attending. This is an opportunity to enhance our ambition of reaching out to the wider public to promote the positive virtues of farming and quality food production and processing to ensure a healthy community.

I wish to take this opportunity to sincerely thank all our Staff, Show and directors, chief stewards, stewards, and all of you who give of your time as volunteers to enable us to undertake our activities. I extend my thanks also to all of you who serve on our committees to ensure the smooth running of our events. Whilst we are as a Board ensuring high standards of governance and processes to discharge our function we are in no doubt that it is people that make things happen.

I wish our former colleague Mared Rand Jones well on her appointment as Chief Executive of Wales young farmers clubs (YFC). I wish to confirm that we as a Board are very supportive of all activities of Wales YFC, which provides the future basis for all our activities. Young members of our Show community will always be encouraged to express their views and we promise to listen and share ideas.

The advent and consequences of Covid made it abundantly clear that our events make an important social contribution. The many visitors were truly and genuinely pleased to return, meet, and socialise with friends, neighbours, and visitors. Rural life can be isolated and the Covid restrictions had exacerbated this. Our Nations' health and wellbeing benefits from our activities and a monetary value cannot be placed on this.

Our Shows importantly provide an opportunity for people to come together to exhibit, trade, socialise and provide a forum for discussion with industry leaders and politicians to witness and celebrate all that is best in rural Wales, its people, produce and services. Our Shows enable us to provide a bridge to connect with the non-farming public who importantly are our customers. This linkage of land, natural resources, environment, agriculture, horticulture, food supply chain, healthy eating and wellbeing of people is so interdependent for our Nations prosperity. As a RWAS we are in a good position to facilitate a better public understanding of these interdependencies. During a period when new post Brexit government policies are being drafted and implemented the forum we can provide at our show is increasingly relevant and the Food Hall provides an excellent element of this story.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

CHAIRMAN'S STATEMENT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Despite our success in reconvening much of our activities during the year several factors affecting our income stream, allied to significant cost inflation on expenditure items, has resulted in a disappointing set of year end Accounts. These were anticipated and partly foreseen, nevertheless, we as a Board are focussed on a thorough review to improve income streams and identify cost saving. Our Finance Committee, ably chaired by Kath Atkin-Bowdler, is active in pursuing options for future Board discussion. We wish to ensure our customer base, the tradestand holders, exhibitors, members, and all our stakeholders and visitors that we are a value for money organisation which encourages attendance at our events and is committed to gaining and retaining membership.

An unshakeable strength is the Feature County system which anchors the Society to each County in Wales and the Borders and serves to bring together many people in our respective Counties with the common purpose of providing invaluable support for our events. Fundraising is the primary aim but camaraderie and a sense of fun lies at the heart of this success. Thank you to all who serve as members of the County advisory committees for all you do to promote and participate in our success.

We congratulate Clwyd on a very successful period as Feature County uniquely from 2020 to 2022. Congratulations to Harry and Davina Fetherstonhaugh on presiding over a difficult period due to the two cancellations and steering us to a very exciting and highly successful re-emergent success. The grassland event hosted at Coleg Cambria Llysfasi, ably Chaired by Terrig Morgan who was well supported by fellow organisers, exhibitors and a strong attendance. Thank you to David Tomlinson and his Clwyd team for keeping the momentum of support going over this prolonged period. Our Ambassador Lowri Lloyd Williams deserves our praise for her hard work and polished public interviews. We are delighted that Lowri has joined our Board as the new Chair of our Marketing and Communications committee. Croeso Lowri

We were hosted at Coed Coch for a very successful AGM in June 2022. I wish to commend Davina who led an excellent initiative in hosting the Da Byw 22 conference at the same venue the day after our AGM. Regenerative Agriculture is a very timely and relevant activity and a deserving conference theme. The event was informative and well attended and will reconvene in June 2023. The Society is pleased to badge our support to this event which appears set for continued and enduring success. Thank you, Clwyd, for raising a very substantial sum of money, given difficult circumstances. We value your agreement that the money be spent on a major expansion of Solar panels on the showground. It is a very timely contribution to our aim of increasing efficiencies and being more sustainable in environmental terms.

We now look forward to Glamorgan as the current Feature County for 2023 with President John Homfray at the helm. Their planned REGEN 23 Farm open day and seminar presentations, hosted by the Anthony family at Sealands near Wick, will be a must attend event for anyone interested in modern regenerative farming, environment, and wildlife management. We look forward to the AGM which will be based at Cardiff Bay and the Official Launch of the 2023 Show at the Senedd in June. The proximity will enable us to generate a high profile with our political leaders and the media. Thank you to Kath Atkin-Bowdler as Chair, Jacob Anthony our ambassador and all the committee for undertaking this activity on our behalf.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

CHAIRMAN'S STATEMENT (CONTINUED)

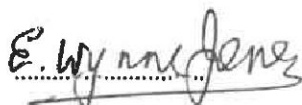
FOR THE YEAR ENDED 31 DECEMBER 2022

Ceredigion, the Feature County for 2024, is well underway in planning its activities under the Chairmanship of Rowland Davies. A very successful launch dinner was held in Pontrhydfendigaid attended by 450 people. We welcome the President elect Denley Jenkins and wish him and family and friends well for a successful term.

We were pleased to step in and take over the previous Agri Academy Leadership programme under the RWAS banner. The inaugural programme enabled twelve young people to participate and contribute over a very progressive range of activities. It was made possible by a legacy left to the Society with match funding from Glamorgan Feature County. We are improving our approach to attract more such legacies as they are central to the continued development of our charitable objects. It is pleasing to record that Eysyllt one of the delegates is the Ceredigion ambassador.

During the lockdown period, we invested considerable effort and funds to introduce a suite of new software to expedite several of the Society's activities. We thank all who have assisted with the transition. This is a significant undertaking. When complete it will lead to efficiencies, improved resilience and an improved information flow and intelligence from which Staff, the Board and its committees will be able to make informed decisions for future proofing our Society.

Thank you to Nicola Davies, Chair of Council, who as Chair of the Constitution Committee, is leading the Board through a refresh of our Governance processes. She is ably supported by Alwyn Rees as Vice Chair. They together with Harry Fetherstonhaugh as Vice Chair of the Board have made the first months of my tenure more effective.



Prof. E. Wynne Jones OBE, FRAGS
Chairman of the Board of Directors

Date: 27 September 2023

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The Financial Statements were prepared, finalised and presented to the Royal Welsh Agricultural Society's Finance Committee on the 20 April 2023. On the recommendation of the Finance Committee the Financial Statements were approved by Board Members at their meeting on the 10 May 2023.

2022 was the first year after the Coronavirus Pandemic during which the Society held all three events. The effects of the Pandemic, together with the ongoing cost of living crisis and inflationary pressures had a significant impact on the Society's financial performance.

OBJECTIVES AND ACTIVITIES

Policies and objectives

The principal objects of the Society, as set out in its Articles of Association, are the advancement of agriculture, horticulture, forestry and conservation in Wales. More specifically:

- i. to promote sustainable agriculture, horticulture, forestry, conservation and the environment and in particular in Wales;
- ii. to encourage and promote agricultural science, research and education in particular in relation to food, farming and the countryside;
- iii. to promote the improvement of livestock, the welfare of animals and the prevention and eradication of diseases in animals useful to man;
- iv. to hold demonstrations of modern agricultural methods, technology and processes;
- v. to hold shows for the exhibition of livestock, poultry, farm and horticultural produce and forestry, and for the demonstration of agricultural methods, machinery and modern technology and hold events of an ancillary nature;
- vi. to promote and advance for the benefit and education of the public the conservation protection and improvement of the physical and natural environment; and
- vii. to promote rural arts, culture and heritage.

Charitable activities

The Society's charitable activities, to meet its stated aims, comprise mainly of staging three major agricultural events namely: The Royal Welsh Show, The Royal Welsh Winter Fair and The Royal Welsh Smallholding and Countryside Festival. Fundraising from those events is also supplemented by rental income received from the letting of buildings on the Society owned showground and income derived from Outside Events where individuals and organisations hire the showground and/or buildings for staging training and events. This income provides an important contribution towards supporting delivery of the Society's charitable objectives. All events and activities of the Society are budgeted to generate a surplus for the Charity and provide a contribution to the overhead costs.

2022 saw the Society return to relatively normal activities post pandemic, with all three events being staged, as well as increased Outside Event activity.

In addition to staging events, the Society makes a number of awards, scholarships and bursaries each year to recognise outstanding achievement within agriculture and to develop future leaders.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

The Society seeks to further its aims by actively ensuring that it is an integral part of the cultural infrastructure of Wales and is also a key contributor to major industry consultations, particularly relating to rural development, agriculture and food production.

The Trustees are mindful of the need to engage with not only those directly involved in industries supporting our core aims, but also with its visitors and the public at large.

Public benefit

In developing strategies for the Society to promote its objectives, the Board of Directors have had due regard to the Charity Commission guidance in respect of public benefit requirements. The Trustees seek to advance the subject of agriculture, horticulture, forestry and conservation, as outlined in its constitution, in various ways. This is primarily achieved in the holding of its three main events which collectively attract over 250,000 visitors each year, including our members. These events help to improve the understanding of farming and food production and the role farmers play in protecting and enhancing the countryside for the benefit of everyone. In addition, they are key events to share technical information and knowledge transfer within the agricultural industry and have a strong commercial business focus.

In addition, the Society invests in the infrastructure of the site ensuring that the facilities available at the Showground provide an attractive and safe venue for numerous external events attracting a large number of visitors with a wide range of interests, thus generating income both for local business and for the organisations delivering the events including regular events such as Horse Shows, Dog Shows, Sheep Sales, Wonderwool Wales, Rallies and Antiques Fairs. Further investment in broadening the showground's digital infrastructure benefits users beyond the curtilage of the showground and is a key part of developing a modern facility that supports communication and trade.

Focusing on younger people, the RWAS sponsored the annual Powys Careers Fair, which has been held on the Showground since 2017. The Society continues to be an active partner in this event in recognition of the need to improve skills and opportunities for young people in Wales. We also supported the 'Cows on Tour' initiative which aims to 'bring the farmyard into the school yard in order to educate children about where their food comes from.

In 2022 the Society collaborated with Farming Connect to stage an Innovations and Diversification event. A 1-day event, held on the showground, which was targeted primarily towards agricultural businesses seeking to diversify with the aim of offering guidance, support training and mentoring to the attendees.

Our events provide a platform for businesses, government, charities and other organisations across all sectors to promote their activities to a large and diverse section of the general public; the Royal Welsh Summer Show alone generates in excess of £20 million into the economy of Wales.

In Addition, the Society's Feature County structure also supports fundraising and events across all the counties in Wales, in turn. In 2022, the Clwyd Feature County engaged the local community in a full range of events including a hugely successful Grassland Event.

Achievements and performance

All of our key events meet our Charity objectives by showcasing the very best of livestock and food production, promoting best practice in animal husbandry with strict adherence to our Animal Welfare plan, and provide education through a wide range of competition classes and demonstrations across all sections. The Society's three main events comprise of:-

1. Summer Show: The Royal Welsh Show held over four days in July is widely regarded as the premier agricultural show in the UK and is arguably the finest event of its kind in Europe, attracting over 1,000 international visitors, in addition to British visitors and exhibitors.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

With over 7,000 Horse, Cattle, Sheep, Goat and Pig Exhibitors, numerous other competitions including Sheep dog trials, Shearing, Farriery, Horticulture, Home-crafts, Woodland and Country Pursuits along with an extensive Programme of main ring performances, the Show provides a showcase across a broad range of agricultural and horticultural activities. In particular, the Show promotes Welsh produce, language and culture across the world.

1. Smallholding & Countryside Festival: this is a weekend event held in May of each year, attracting an average attendance of approximately 20,000 people. This 'celebration of smallholding and rural life' demonstrates all that is best in sustainable rural living, with its key objective to provide all visitors and Exhibitors with an enjoyable and educational experience. The audience comprises smallholders, gardeners and people with an interest in rural lifestyle. The event stages classes for conventional and rare breeds of livestock, a premier dog show as well as varied attractions ranging from folk dancing to farriery competitions, vintage machinery displays, auctions and country pursuits. This event creates the opportunity for people not engaged with agriculture to experience rural living and learn about the value of agriculture and its contribution to their lives.
2. Winter Fair: this is the last major event of the year attracting an audience of over 30,000 supporters. It is probably the most successful prime stock event of its kind in the UK, attracting strong livestock entries in the cattle, sheep, and pig and carcass sections. Horses and ponies also prove to be a popular attraction. An important feature of all Society events is the Food Hall, presenting the very best produce to be found in Wales for the public to enjoy. This event also has a wide range of artisan trade stands, promoting the wide range of Welsh items not routinely available 'on the high street'. This supports the 'Brand Wales' message of buying locally sourced quality produce.

The Society recognises the importance of educating and demonstrating in the above fields not only at its shows, but through awards, bursaries, scholarships, sponsorships and donations. In addition, the Society plays an active role in CARAS (Council for Awards of Royal Agricultural Societies) which through its awards system recognises distinguished achievements in agriculture and land-based industries, embracing the development of new husbandry practices, research, technology, economics, education and farming care.

Feature County Structure

The Feature County model is a unique feature of the Society and all Welsh counties take it in turn to raise funds and host events during their nominated year. This ensures that the work and profile of the Society extends throughout Wales as each county engages with the local community through an extensive programme of events, raising funds for other charities hand-in-hand with Royal Welsh Fundraising. The Society is proud of the fact that Shropshire and Herefordshire are part of the County Advisory structure. Whilst they do not feature as host counties, members are able to provide feedback and observations that help shape Society events.

The Feature County model sets the Royal Welsh apart from many other agricultural societies and is one of the main pillars of its success. The system brings together people from all over Wales and creates a sense of shared ownership in the Society, its events and of course the developments on the show ground.

Monitoring the Society's achievements

Visitor surveys previously carried out during our events established that 95% of the respondents rated their satisfaction level as 4 or 5 out of 5, with Livestock competitions and animal displays being the most highly rated attraction. 'Eating and drinking local produce' and 'an interest in country life' were the joint top reasons identified by our visitors for attending the show. The Society is keen to ensure that all the events meet the expectations of our visitors and to widen the appeal to the general public.

The surveys indicate that a significant proportion of the visitors attending the show are not directly involved in agriculture, thus representing an opportunity to promote our stated charitable objectives and providing entertainment and education to the wider general public.

The challenge of educating the consumer about where their food comes from and the value of supporting local farmers and producers has never been more important.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Financial review

The Society has applied its funds for the year in the furtherance of its objectives. The total net incoming resources for the year ended 31 December 2022 amounted to £6.364m (Charity 2021: £2.939m) which after realised and unrealised losses on investments of £136,327 (2021: gain of £147,771), resulted in a net negative movement in funds of £461,513 (Charity 2021: £316,119).

The Board of Directors believes that any difference between the market value and costs of assets are not material.

The net assets of the Society (including Fixed Assets, Restricted Funds and Reserves) at 31 December 2022 have decreased to **£13,662,509 from £14,124,022** as at 31 December 2021. (Net Assets comprises of Tangible Fixed Assets i.e. Land & Buildings and Equipment, Portfolio investment, Cash and Debtors less Creditors as listed on page 28).

The overall unrestricted funds/resources comprise £12,013,310 (2021: £12,938,263). Restricted funds comprise of **£1,649,199 (2021: £1,185,759)**. The restricted funds are held for the purposes noted in note 21.

The Board of Directors is not aware of any events affecting the group which have occurred between the Balance Sheet date and the date on which the Annual Report was signed.

Investment policy and performance

The investments held by the Society have been acquired in accordance with its constitution. Under the Articles of Association, the Society has the power to invest the money not immediately required for its purposes upon such investments, securities or property as it may think fit.

The Society maintains an investment portfolio, the strategy of which is to maintain and enhance the real value of the assets over the long term by investment in a portfolio consisting of equities, fixed income stocks and cash. The investment advisers have been instructed to maintain a balance between income and capital appreciation. The portfolio is managed on a discretionary basis.

The overall value of the fund as at 31 December 2022 has increased to **£1,381,648 from £1,200,527** in 2021.

Reserves policy

Reserves are needed to bridge the gap between the spending and receiving of income and to cover unplanned emergency repairs and other expenditure. The Board of Directors has established a policy whereby unrestricted funds not committed or invested in tangible fixed assets i.e. free reserves, held by the group should equate to the equivalent of between 3 and 6 months resources expended which directly relate to the running of the annual shows. At this level the Board of Directors feels that the core activities of the Society would be able to continue in the event of an unforeseen significant drop in income. This policy is part of our financial governance and is reviewed on a regular basis.

As at 31 December 2022 the Society's funds totalled £13.7m consisting of restricted funds of £1.6m, unrestricted general funds of £12.1m, comprising of £9.7m tangible Fixed Assets (mainly Land and Buildings), £1.4m Investments and £2.6m Net Current Assets. As indicated in the table below, the free reserves of the group totalled £2.4m. A description of what restricted and designated funds were held for is stated in the notes to the financial statements.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

As at 31st December 2022 the readily realisable reserves were as follows:-

	31/12/2022 £	31/12/2021 £	31/12/2020 £	31/12/2019 £	31/12/2018 £
Investments	1,381,648	1,200,527	1,039,183	1,014,548	870,069
Other Working Capital	238,975	(517,311)	(389,430)	(308,171)	(146,864)
Bank Accounts	2,387,313	3,544,724	2,852,271	2,710,688	2,276,426
Less Restricted Funds	(1,649,199)	(1,185,759)	(1,032,908)	(977,652)	(958,814)
Less Designated Funds (Excluding Tangible FA)	(1,656,548)	(1,685,427)	(1,474,183)	-	-
Total Readily Realisable Reserves	702,189	1,356,654	994,933	2,439,413	2,040,817

Whilst recognising that there has been a recent year on year improvement in the free reserves position, the Board is mindful that the present level of free reserves is within the target and will seek to be sustained through aiming to increase income and containing expenditure. This should ensure that the financial position remains sufficient to meet the Society's objectives, whilst building adequate reserves to mitigate risks. The Board will therefore continue to review its free reserves policy during the coming financial year with particular focus on non-strategic fixed assets land and buildings. With unrestricted fixed assets of £9.7m the Board remains satisfied that the Society could continue to operate in the event of a significant drop in income.

STRATEGY FOR FUTURE SUSTAINABILITY

The future strategy of the Society is of paramount importance to the Trustees and is an area which is currently being reviewed. While the Board is in the process of reviewing its strategic priorities and future direction, a draft 10-point plan is being considered which outlines some of the key themes being explored. They are:

- 1. STRATEGIC PLAN**
Create a new plan with input from the board, members and staff.
- 2. COMMITTEE REVIEW**
Refresh committee and governance structures to improve efficiency.
- 3. FINANCES**
Explore cost savings, revenue protection measures and new income streams.
- 4. ESTATE MASTERPLAN**
Create a 10-year plan for the future of the showground to guide investment decisions.
- 5. AWARDS & COMPETITIONS**
Ensure awards and competitions are commercially relevant and aligned to our strategic vision.
- 6. TECHNOLOGY & DATA**
Maximise the use of technology and our new database to make more informed decisions.
- 7. EDUCATION & COMMUNICATION**
Increasing and extending communication with members, media and the public.
- 8. PEOPLE**
Investing in people, upskilling and adapting to a new way of working.
- 9) PARTNERSHIPS**
Working with strategic partners to raise our profile within government and across the world.
- 10) HERITAGE & CULTURE**
Celebrating our history, promoting the Welsh language and cultural identity.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Structure, governance and management

Constitution

The Society is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 28 November 1966 which established the objects and powers of the charitable company and was updated as Articles of Association on 17 June 2011 amended by Special Resolution 28 June 2023.

Method of appointment or election of Board of Directors

The organisation of the Society is the responsibility of the Board of Directors, the directors of which are elected and co-opted under the terms of the Articles of Association.

Policies adopted for the induction and training of Board of Directors

New Board members are given the Charity Commission's guidance for trustees, setting out their responsibilities, and are supported through the initial induction period.

Organisational structure and decision making

The Board of Trustees, which sets plans and objectives for the charity, meets up to 10 times per year providing direction and oversight to the Chief Executive, management team and staff of the Society. It also provides guidance and support to the Committee Structure.

In addition, the Council is the general advisory and deliberative body of the Society and its main duties include:

- To consider and make recommendations to the Board of Directors concerning matters of policy relating to the Society's affairs and to the content of its business generally.
- To consider any other matter referred to the Council by the Board of Directors.

The Board of Directors comprises of:

The Chairman of Board, the Chairman of the Council, the President, the Honorary Treasurer, Vice Chairman of Council and the Honorary Directors of the Annual Show, Smallholding & Countryside Festival and Winter Fair of the Society who shall be ex officio members of the Board of Directors during their respective terms of office; and

Each of the following conditions must be met:

- i. One member residing in each county which has a County Advisory Committee and a second such member for any such county having over 1,000 resident members, elected by the council, who shall hold office for a period of four years but shall then be eligible for re-election;
- ii. Not more than 15 other members of the Council nominated by the Board of Directors;

The current term of the Board of Directors will end in December 2022 and the new term will commence in January 2023.

Related party relationships

The Society's wholly owned trading subsidiary, RWAS Enterprises Limited, was made dormant from 31 December 2017.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Risk management

The Senior Management Team has conducted a review of the major risks to which the Society is exposed. A Risk Register is maintained and regularly reviewed and updated as part of the Management Team meetings and is a standing agenda item which is reviewed at every Finance Committee meeting.

The Key Risks to business sustainability and reputation have been identified as follows:

- Resilience of the Society's IT infrastructure.
- Reputational damage following a major incident
- Cancellation of Society events due to unforeseen major incidents, adverse weather or animal disease.
- Land agreements for permitted use of neighbouring property which is critical to staging events.
- Risk of Cyber-crime

Where appropriate, systems have been established to mitigate the risks identified above:

- Work is ongoing to improve and formalise the IT software infrastructure and processes.
- Effective contingency plans have been implemented involving a partnership approach to critical incidents
- Significant external risks to incoming resources have led to the ongoing development of a Strategic Plan, which will allow for the diversification of activities within the Society's objectives.
- Agreements are in place with Local Land-owners.
- All training opportunities and best practice guidance will be implemented in an attempt to reduce exposure to Cyber-crime

Pay of Key Management

The Senior Management Team comprises of the Chief Executive Officer, Head of Administration, Head of Finance, Head of Operations, Head of Business Development and Estate Manager.

Remuneration is set by the Staffing & Remuneration Committee which meets as required and comprises of members as nominated by the Board. The role of the Committee is to conduct the Annual Salary Review and approve remuneration for the forthcoming year and additional bonuses and individual increases. The Committee also considers re-structure proposals and other strategic staffing matters.

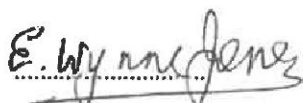
Third Party Indemnity Provision for Trustees

The Society's insurance cover includes Charity and Charity Trustees Indemnity Insurance which protects the Charity from any loss arising from the neglect or default of the Trustees and employees from costs if negligence or default is wrongly alleged.

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

The trustees' report was approved by the Board of Trustees.



Trustee — PROFESSOR WYNNE JONES

27 September 2023

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees, who are also the directors of The Royal Welsh Agricultural Society Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

Opinion

We have audited the financial statements of The Royal Welsh Agricultural Society Limited (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Azets Audit Services

29 September 2023

**Chartered Accountants
Statutory Auditor**

Ty Derw, Lime Tree Court
Cardiff Gate Business Park
Cardiff
United Kingdom
CF23 8AB

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Notes							
Income and endowments from:							
Donations and legacies	3	1,267,716	502,144	1,769,860	597,739	207,361	805,100
Charitable activities	4	4,519,568	-	4,519,568	1,802,588	254,557	2,057,145
Other trading activities	5	43,763	-	43,763	23,710	-	23,710
Investments	6	29,846	-	29,846	25,127	-	25,127
Other income	7	553	-	553	28,236	-	28,236
Total income		5,861,446	502,144	6,363,590	2,477,400	461,918	2,939,318
Expenditure on:							
Raising funds	8	-	21,212	21,212	-	54,510	54,510
Charitable activities	9	6,652,012	15,552	6,667,564	2,461,903	254,557	2,716,460
Total expenditure		6,652,012	36,764	6,688,776	2,461,903	309,067	2,770,970
Net gains/(losses) on investments	13	(136,327)	-	(136,327)	147,771	-	147,771
Net (outgoing)/incoming resources before transfers		(926,893)	465,380	(461,513)	163,268	152,851	316,119
Gross transfers between funds		1,940	(1,940)	-	-	-	-
Net movement in funds		(924,953)	463,440	(461,513)	163,268	152,851	316,119
Fund balances at 1 January 2022		12,938,263	1,185,759	14,124,022	12,774,995	1,032,908	13,807,903
Fund balances at 31 December 2022		12,013,310	1,649,199	13,662,509	12,938,263	1,185,759	14,124,022

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Intangible assets	15	27,072		-	
Tangible assets	16	9,627,501		9,896,082	
Investments	17	1,381,648		1,200,527	
			11,036,221		11,096,609
Current assets					
Debtors	19	675,479		211,969	
Cash at bank and in hand		2,387,313		3,544,724	
			3,062,792		3,756,693
Creditors: amounts falling due within one year	20	(436,504)		(729,280)	
Net current assets			2,626,288		3,027,413
Total assets less current liabilities			13,662,509		14,124,022
Income funds					
Restricted funds	23	1,649,199		1,185,759	
<u>Unrestricted funds</u>					
Designated funds	24	11,311,122		11,581,509	
General unrestricted funds		702,188		1,356,754	
			12,013,310		12,938,263
			13,662,509		14,124,022

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2022

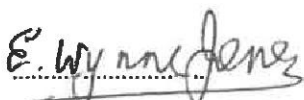
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

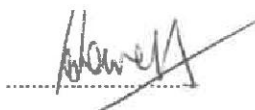
The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 27 September 2023



Professor Wynne Jones - TRUSTEE



David T J Powell - TRUSTEE

Company registration number 00892851

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	29		(695,256)		680,899
Investing activities					
Purchase of intangible assets		(30,079)		-	
Purchase of tangible fixed assets		(144,474)		-	
Purchase of investments		(420,883)		(353,522)	
Proceeds from disposal of investments		103,435		339,949	
Investment income received		29,846		25,127	
Net cash (used in)/generated from investing activities			(462,155)		11,554
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(1,157,411)		692,453
Cash and cash equivalents at beginning of year			3,544,724		2,852,271
Cash and cash equivalents at end of year			2,387,313		3,544,724

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

The Royal Welsh Agricultural Society Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Royal Welsh Agricultural Showground, Llanelwedd, Builth Wells, Powys, LD2 3SY.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

Financial statements

As the charity's trading subsidiary R.W.A.S. Enterprises Limited is dormant the financial statements report on the charity results only.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Assets for distribution are recognised only when distributed. Assets given for use by the charity are recognised when receivable. Stocks of undistributed donated goods are not valued for balance sheet purposes.

Donated services and facilities that are consumed immediately are recognised as income with an equivalent amount recognised as an expense under the appropriate heading in the SOFA.

Grants and donations are only included in the SoFA when the general income recognition criteria are met.

In the case of performance related grants, income must only be recognised to the extent that the charity has provided the specified goods or services, as entitlement to the grant only occurs when the performance related conditions are met.

Capital grants are released to the Statement of Financial Activities in the year of receipt. Fixed assets relating to capital grants are capitalised, and depreciation charged is offset against the grant income, in a restricted fund.

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

Investment income is recognised at the time the investment income is receivable. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Membership subscriptions received in the nature of a gift are recognised in donations and legacies.

Income received in advance is deferred to the appropriate financial year.

Show income for the Smallholding and Countryside Festival, Summer Show and Winter Fair is credited to the Statement of Financial Activities in the year in which they are due.

Rental income and income from outside events is credited to the Statement of Financial Activities in the year in which they are due. Income consists of the invoiced value (excluding VAT) of goods sold/supplied to third parties and members. Income received in advance is deferred to the appropriate financial year.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Costs of raising funds comprise the costs in relation to generating income such as fundraising activities.

Expenditure on charitable activities includes all costs relating to the furtherance of the society's objectives as stated in the trustees report. This also includes all costs relating to compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

An analysis has been provided for the charitable activities on a departmental basis.

The departments are defined as the Smallholding and Countryside Festival, Summer Show, Winter Fair and outside events.

Where costs cannot be directly attributed to particular departments they have been allocated on a basis consistent with the use of the resources. Overheads have been allocated on the basis of income. Support costs are those costs incurred directly in support of expenditure on the object of the society and include project management carried out at headquarters. Support costs also include those costs incurred in connection with administration of the society and compliance with constitutional and statutory requirements.

1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Software	20% straight line
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1.7 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Over 50 years for brick structures / 30/20 years for other structures
Showground appliances, solar panels, office furniture and show shop	20% reducing balance / over 10 years / over 20 years

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.8 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.9 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Taxation

As a registered charity, The Royal Welsh Agricultural Society Limited is entitled to the exemption from taxation in respect of income and capital gains received with sections 478-489 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects purposes only.

1.15 Company status

The society is a company limited by guarantee. The members of the company are the Board of Directors named on page 11. In the event of the society being wound up, the liability in respect of the guarantee is limited to £10 per member of the society.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Total
	2022 £	2022 £	2022 £	2021 £
Donations and gifts	734,037	302,144	1,036,181	423,531
Legacies receivable	3,663	200,000	203,663	50,000
Membership fees	530,016	-	530,016	331,569
	<u>1,267,716</u>	<u>502,144</u>	<u>1,769,860</u>	<u>805,100</u>
For the year ended 31 December 2021	<u>597,739</u>	<u>207,361</u>		<u>805,100</u>
Donations and gifts				
County donations	88,670	293,552	382,222	288,045
General donations	9,946	-	9,946	727
Summer show donations	5,543	-	5,543	-
Shearing committee	-	8,592	8,592	1,116
Sponsorship	620,525	-	620,525	133,643
Winter Fair donations	8,583	-	8,583	-
Spring show donations	770	-	770	-
	<u>734,037</u>	<u>302,144</u>	<u>1,036,181</u>	<u>423,531</u>

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

4 Charitable activities

	2022 £	2021 £
Outside events (including all utilities recharges)	507,700	305,314
Rental income (permanent buildings)	259,747	182,411
Grants	52,692	1,139,494
Smallholding and Countryside Festival	206,899	-
Winter Fair	487,003	429,926
Summer Show	3,005,527	-
	<u>4,519,568</u>	<u>2,057,145</u>
Analysis by fund		
Unrestricted funds	4,519,568	1,802,588
Restricted funds	-	254,557
	<u>-</u>	<u>254,557</u>
Grants		
Welsh Government - Welsh Cultural Recovery Fund	-	700,000
Powys County Council	-	40,000
Coronavirus Job Retention Scheme	-	254,557
Welsh Government - Innovation Fund	24,150	20,000
Welsh Government -Discretionary Grant	28,542	124,936
	<u>52,692</u>	<u>1,139,494</u>

5 Other trading activities

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Solar panel income	14,592	21,943
Wayleaves and phone mast income	5,225	476
Merchandise	2,294	1,291
Grass Keep	21,652	-
	<u>43,763</u>	<u>23,710</u>
Other trading activities		

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

6 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Income from listed investments	25,378	22,310
Interest receivable	4,468	2,817
	<u>29,846</u>	<u>25,127</u>

7 Other income

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Sundry income including insurance claims	553	28,236
	<u>553</u>	<u>28,236</u>

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Raising funds

	Restricted funds	Restricted funds
	2022	2021
	£	£
Counties expenditure	21,212	54,510
	<u>21,212</u>	<u>54,510</u>
	<u><u>21,212</u></u>	<u><u>54,510</u></u>

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

9 Charitable activities

	Summer Show £	Winter Fair £	SH & C Festival* £	Outside Events £	Total 2022 £	Total 2021 £
Staff costs	794,065	128,667	54,663	134,135	1,111,530	767,642
Catering and sundry expenses	208,084	30,330	9,900	-	248,314	-
Insurance	80,994	13,124	5,576	13,682	113,376	71,933
Printing, stationery and badges	15,920	9,756	8,769	-	34,445	2,964
Prizes	220,647	27,449	17,363	-	265,459	44,260
Publicity	38,262	10,253	5,148	-	53,663	7,286
Show expenses	737,960	47,603	45,927	-	831,490	256,151
Showground staging and expenses	1,487,531	210,115	110,374	-	1,808,020	53,586
	<u>3,583,463</u>	<u>477,297</u>	<u>257,720</u>	<u>147,817</u>	<u>4,466,297</u>	<u>1,203,822</u>
Share of support costs (see note 10)	1,550,668	251,263	106,747	261,942	2,170,620	1,496,303
Share of governance costs (see note 10)	21,894	3,548	1,507	3,698	30,647	16,335
	<u>5,156,025</u>	<u>732,108</u>	<u>365,974</u>	<u>413,457</u>	<u>6,667,564</u>	<u>2,716,460</u>
Analysis by fund						
Unrestricted funds	5,140,473	732,108	365,974	413,457	6,652,012	
Restricted funds	15,552	-	-	-	15,552	
	<u>5,156,025</u>	<u>732,108</u>	<u>365,974</u>	<u>413,457</u>	<u>6,667,564</u>	
For the year ended 31 December 2021						
Unrestricted funds	63,693	418,147	18	1,980,045		2,461,903
Restricted funds	-	-	-	254,557		254,557
	<u>63,693</u>	<u>418,147</u>	<u>18</u>	<u>2,234,602</u>		<u>2,716,460</u>

*Smallholding and Countryside Festival

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

10 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Staff costs	153,041	-	153,041	142,767	-	142,767
Depreciation	416,061	-	416,061	409,797	-	409,797
Administration expenses	1,184,307	-	1,184,307	636,257	-	636,257
Donated services	33,442	-	33,442	-	-	-
Donations	2,602	-	2,602	1,550	-	1,550
Permanent site	320,961	-	320,961	246,456	-	246,456
Postage, telephone and sundries	60,206	-	60,206	59,476	-	59,476
Audit fees	-	12,500	12,500	-	10,000	10,000
Legal and professional	-	9,436	9,436	-	6,335	6,335
Trustees expenses	-	8,711	8,711	-	-	-
	<u>2,170,620</u>	<u>30,647</u>	<u>2,201,267</u>	<u>1,496,303</u>	<u>16,335</u>	<u>1,512,638</u>
Analysed between Charitable activities	<u>2,170,620</u>	<u>30,647</u>	<u>2,201,267</u>	<u>1,496,303</u>	<u>16,335</u>	<u>1,512,638</u>

Governance costs includes payments to the auditors of £10,500 (2021: £8,500) for audit fees and £2,000 (2021: £1,500) for accountancy services.

11 Trustees

No trustees received remuneration in the current or prior year.

No trustees received reimbursement of expenses in the current year or prior year.

12 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Office staff	23	26
Site staff	12	7
Total	<u>35</u>	<u>33</u>

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

12 Employees (Continued)

Employment costs	2022 £	2021 £
Wages and salaries	1,081,972	792,643
Social security costs	97,241	71,822
Other pension costs	85,358	45,944
	<u>1,264,571</u>	<u>910,409</u>

Termination payments

The charity made termination payments of £11,328 during the year. No amount was outstanding at 31st December 2022.

Full time equivalents

The average monthly number of full time equivalents during the year was 23 office staff and 12 estates staff (2021: 26 office staff and 7 estates staff),

Key management personnel

The key management personnel of the charity are noted in the trustees report.

The total remuneration and benefits of the key management personnel of the charity was £320,074 (2021: £298,902).

The number of employees whose annual remuneration was £60,000 or more were:

	2022 Number	2021 Number
£80,000 - £89,999	-	1

The employer's pension contributions for the higher paid employee was £nil (2021: £5,289).

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

13 Net gains/(losses) on investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Revaluation of investments	(136,327)	147,771

14 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

15 Intangible fixed assets

	Software £
Cost	
At 1 January 2022	-
Additions - separately acquired	30,079
At 31 December 2022	30,079
Amortisation and impairment	
At 1 January 2022	-
Amortisation charged for the year	3,007
At 31 December 2022	3,007
Carrying amount	
At 31 December 2022	27,072
At 31 December 2021	-

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

16 Tangible fixed assets

	Land and buildings	Showground appliances, solar panels, office furniture and show shop	Total
	£	£	£
Cost			
At 1 January 2022	17,429,126	534,963	17,964,089
Additions	141,188	3,286	144,474
At 31 December 2022	17,570,314	538,249	18,108,563
Depreciation and impairment			
At 1 January 2022	7,620,843	447,165	8,068,008
Depreciation charged in the year	379,888	33,166	413,054
At 31 December 2022	8,000,731	480,331	8,481,062
Carrying amount			
At 31 December 2022	9,569,583	57,918	9,627,501
At 31 December 2021	9,808,285	87,797	9,896,082

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

17 Fixed asset investments

	Listed investments	Long term fixed asset investment held to maturity	Cash in portfolio	Other investments	Total
	£	£			£
Cost or valuation					
At 1 January 2022	1,164,316	-	36,111	100	1,200,527
Additions	120,883	300,000	-	-	420,883
Valuation changes	(136,327)	-	-	-	(136,327)
Cash movement	-	-	739	-	739
Disposals	(104,174)	-	-	-	(104,174)
At 31 December 2022	1,044,698	300,000	36,850	100	1,381,648
Carrying amount					
At 31 December 2022	1,044,698	300,000	36,850	100	1,381,648
At 31 December 2021	1,164,316	-	36,111	100	1,200,527

	Notes	2022 £	2021 £
Other investments comprise:			
Investments in subsidiaries	28	100	100

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

18	Financial instruments		2022	2021
			£	£
	Carrying amount of financial assets			
	Instruments measured at fair value through profit or loss		1,044,698	1,003,412
19	Debtors		2022	2021
			£	£
	Amounts falling due within one year:			
	Trade debtors		233,844	131,625
	Accrued legacy income		202,000	-
	Other debtors		235,856	56,509
	Prepayments and accrued income		3,779	23,835
			675,479	211,969
20	Creditors: amounts falling due within one year		2022	2021
		Notes	£	£
	Other taxation and social security		129,094	44,942
	Deferred income	21	29,518	330,395
	Trade creditors		118,303	123,014
	Amounts due to subsidiary undertakings		100	100
	Other creditors		388	-
	Accruals		159,101	230,829
			436,504	729,280
21	Deferred income		2022	2021
			£	£
	Other deferred income		29,518	330,395
	Deferred income is included in the financial statements as follows:			
			2022	2021
			£	£
	Deferred income is included within:			
	Current liabilities		29,518	330,395
	Movements in the year:			

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

21	Deferred income		(Continued)
	Deferred income at 1 January 2022	330,395	343,750
	Released from previous periods	(530,016)	(331,569)
	Resources deferred in the year	229,139	318,214
		<hr/>	<hr/>
	Deferred income at 31 December 2022	29,518	330,395
		<hr/>	<hr/>

Deferred income comprises show income, sponsorship and membership income received in advance which relates to future financial periods.

22 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The pension charge represents contributions payable by the group to the fund and amounted to £60,747 (2021: £45,944). There was a balance of £23,488 outstanding at the year end (2021: £nil).

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

23 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2021 £	Movement in funds			Balance at 1 January 2022 £	Movement in funds			Transfers £	Balance at 31 December 2022 £
		Incoming resources £	Resources expended £	Transfers £		Incoming resources £	Resources expended £	Transfers £		
Feature county funds	657,899	-	-	-	757,899	231,396	(21,212)	(100,000)	-	868,083
County funds held by Advisory Committees	292,036	206,245	(54,510)	(100,000)	343,771	62,156	-	-	-	405,927
Shearing committee	59,253	1,116	-	-	60,369	8,592	-	(1,940)	-	67,021
Legacy	720	-	-	-	720	-	-	-	-	720
Prize funds	23,000	-	-	-	23,000	-	(2,490)	-	-	20,510
Coronavirus Job Retention Scheme	-	254,557	(254,557)	-	-	-	-	-	-	-
Eira Francis Davies Legacy	-	-	-	-	-	200,000	-	-	-	200,000
Glamorgan Rural Leadership Programme	-	-	-	-	-	-	(13,062)	100,000	-	86,938
	1,032,908	461,918	(309,067)	-	1,185,759	502,144	(36,764)	(1,940)	-	1,649,199

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

23 Restricted funds

(Continued)

Feature county funds and county funds held by Advisory Committees

Funds utilised during the year have been spent on refurbishing the members bar and finalising the equine project.

Shearing committee

These are funds raised at committee level for existing/future shearing committee projects.

Legacy

Fund relates to legacy income received in 2017 to fund the capital expenditure of an all weather exercise arena.

Prize fund

These funds relate to legacies received during the year to be used towards the awarding of prizes during the Royal Welsh Show.

Coronavirus Job Retention Scheme

Funding provided by HMRC to support wages costs during the COVID-19 pandemic.

Eira Francis Davies Legacy

Legacy income received from the late estate of Mrs Eira Francis Davies to be used towards bursaries.

Glamorgan Rural Leadership Programme

Funding received towards the rural leadership programme.

Transfers

Transfers relate to reallocations of monies in the charity bank accounts.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

24 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2021	Resources expended	Transfers	Revaluations, gains and losses	Balance at 1 January 2022	Resources expended	Transfers	Revaluations, gains and losses	Balance at 31 December 2022
	£	£	£	£	£	£	£	£	£
Fixed asset fund	10,305,879	(409,797)	-	-	9,896,082	(416,061)	174,553	-	9,654,574
Investment fund	1,039,083	-	13,573	147,771	1,200,427	-	300,000	(118,879)	1,381,548
Showground site reinvestment	225,000	-	-	-	225,000	-	-	-	225,000
Staff costs	210,000	-	-	-	210,000	-	(210,000)	-	-
Legacy	-	-	-	-	50,000	-	-	-	50,000
	11,779,962	(409,797)	13,573	147,771	11,581,509	(416,061)	264,553	(118,879)	11,311,122

Fixed asset fund

This fund represents the net book value of the charity's fixed assets.

Investment fund

This fund represents the value of the charity's investment portfolio.

Showground site reinvestment

This fund represents the proceeds of sale from Wernfawr farmhouse which will be reinvested in the showground.

Staff costs

This fund represents 3 months staff costs regarding preparations for Winter Fair.

Legacy

This fund represents a legacy bequeathed to the society during 2021.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

25 Analysis of net assets between funds

Fund balances at 31 December 2022 are represented by:

Intangible fixed assets

Tangible assets

Investments

Current assets/(liabilities)

	Unrestricted 2022 £	Designated 2022 £	Restricted 2022 £	Total 2022 £	Unrestricted 2021 £	Designated 2021 £	Restricted 2021 £	Total 2021 £
	-	27,072	-	27,072	-	-	-	-
	-	9,627,501	-	9,627,501	-	9,896,082	-	9,896,082
	100	1,381,548	-	1,381,648	100	1,200,427	-	1,200,527
	492,539	485,000	1,648,749	2,626,288	1,356,654	485,000	1,185,759	3,027,413
	492,639	11,521,121	1,648,749	13,662,509	1,356,754	11,581,509	1,185,759	14,124,022

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

26 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	<u>2,384</u>	<u>4,266</u>

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

27 Related party transactions

R.W.A.S. Enterprises Limited

R.W.A.S. Enterprises Limited was made dormant on 31 December 2017 all of the assets and liabilities of the company were transferred to the charity on this date.

The balance due at 31st December 2022 to R.W.A.S. Enterprises Limited was £100 (2021: £100).

Other related parties

A trust fund to house legacy money received on behalf of the Wales YFC by the society is in the process of being set up. The society's Chief Executive is a trustee of the fund.

As at 31st December 2022 a total of £155,000 (2021: £155,000) was held by the society which will be transferred to the trust fund on completion of set up which is due to take place during 2022.

28 Subsidiaries

These financial statements are separate charity financial statements for The Royal Welsh Agricultural Society Limited. Consolidated financial statements have not been prepared due to the subsidiary being dormant.

Details of the charity's subsidiaries at 31 December 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
R.W.A.S. Enterprises Limited	Wales	Dormant	Ordinary Shares	100.00	

The aggregate capital and reserves and the results of the subsidiary at the year end was:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
R.W.A.S. Enterprises Limited	-	100

The investments in subsidiaries are all stated at cost.

The registered office of the company is R W A S Headquarters, Llanelwedd, Builth Wells, Powys, LD2 3SY.

The company number is 00885040.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

29	Cash generated from operations	2022 £	2021 £
	(Deficit)/surplus for the year	(461,513)	316,119
	Adjustments for:		
	Investment income recognised in statement of financial activities	(29,846)	(25,127)
	Fair value gains and losses on investments	136,327	(147,771)
	Amortisation and impairment of intangible assets	3,007	-
	Depreciation and impairment of tangible fixed assets	413,054	409,797
	Movements in working capital:		
	(Increase)/decrease in debtors	(463,509)	177,138
	Increase/(decrease) in creditors	8,101	(35,902)
	(Decrease) in deferred income	(300,877)	(13,355)
	Cash (absorbed by)/generated from operations	(695,256)	680,899

30 Analysis of changes in net funds

The charity had no debt during the year.

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

SUMMER SHOW - DETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

	2022		2021	
	£	£	£	£
Summer Show				
Tradestands	1,039,877		-	
Gate receipts and online ticket sales	1,186,472		-	
Grandstand	-		-	
Exhibitor entry fees	347,789		-	
Catering concessions	119,188		-	
Caravan, tents and accomodation	206,355		-	
Catalogues	7,414		-	
Sponsorship	458,745		-	
Show donations	770		-	
Miscellaneous	103,658		-	
Total income		3,470,268		-
Less: expenditure				
Charitable resources expended				
Catering and sundry expenses	208,083		-	
Insurance	80,994		-	
Printing, stationery and badges	15,920		-	
Prizes	220,647		-	
Publicity and advertising	38,262		-	
Show expenses	737,960		-	
Showground staging and expenses	1,487,531		-	
Wages, NI and pensions	794,066		-	
Total expenditure		3,583,463		-
Contribution to overheads		(113,195)		-

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

WINTER FAIR - DETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

	2022		2021	
	£	£	£	£
Winter Fair				
Tradestands	153,723		123,584	
Gate receipts and online ticket sales	253,043		207,529	
Exhibitor entry fees	29,387		17,563	
Catering concessions	50,849		38,480	
Caravan and accommodation	-		25,629	
Sponsorship	124,314		102,993	
Show donations	-		-	
Miscellaneous	-		17,141	
Total income		611,316		532,919
Less: expenditure				
Charitable resources expended				
Catering and sundry expenses	30,330		-	
Insurance	13,124		3,597	
Printing, stationery and badges	9,756		2,964	
Prizes	27,449		34,119	
Publicity and advertising	10,253		1,443	
Show expenses	47,604		208,424	
Showground staging and expenses	210,114		53,586	
Wages, NI and pensions	128,667		38,382	
Total expenditure		477,297		342,515
Contribution to overheads		134,019		190,404

THE ROYAL WELSH AGRICULTURAL SOCIETY LIMITED

SMALLHOLDING AND COUNTRYSIDE FESTIVAL - DETAILED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	2022		2021	
	£	£	£	£
Smallholding and Countryside Festival				
Tradestands	49,082			
Gate receipts and online ticket sales	127,480			
Exhibitor entry fees	22,160			
Catering concessions	4,134			
Caravan and accommodation	3,273			
Sponsorship	46,050			
Show donations	5,543			
Miscellaneous	771			
Total income		258,493		-
Less: expenditure				
Charitable resources expended				
Catering and sundry expenses	9,900			
Festival expenses	45,928			
Insurance	5,576			
Printing, stationery and badges	8,769			
Prizes	17,363			
Publicity and advertising	5,148			
Showground staging and expenses	110,374			
Wages, NI and pensions	54,663			
Total expenditure		257,721		-
Contribution to overheads		772		-